Petroglyph Operating Co., Inc. P.O. Box 607 Roosevelt, UT 84066

February 12, 2004

Utah Division of Oil, Gas, & Mining 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, UT 84114-5801

RE: APPLICATION FOR PERMIT TO DRILL UTE TRIBAL #16-12M SW/SE, SEC. 16, T5S, R3W DUCHESNE COUNTY, UTAH LEASE NO.: BIA 14-20-H62-3511 UTE INDIAN TRIBAL LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter
P.O. Box 1910
Vernal, UT 84078
Phono: (425)780 41

Phone: (435)789-4120 Fax: (435)789-1420

Sincerely,

Ed Trotter

Agent

Petroglyph Operating Co., Inc.

Attachments

RECEIVED

FEB 2 6 2004

DIV. OF OIL, GAS & MINING

1a. Type of Work:

001

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No.

14-20-H62-3511 If Indian, Allottee or Tribe Name

If Unit or CA Agreement, Name and No. UTE TRIBAL

UTE INDIAN TRIBE

FORM APPROVED

OMB No. 1004-0136 Expires January 31, 2004

UTE TRIBAL 16-12M

43-112-32545

Lease Name and Well No.

Single Zone X Multiple Zone

2. Name of Operator PETROGLYPH OPERATING CO., INC.

3a. Address P.O. BOX 607, **ROOSEVELT, UT 84066**

X DRILL

1b. Type of Well: X Oil Well Gas Well Other

3b. Phone No. (Include area code)

(435)722-2531

10. Field and Pool, or Exploratory ANTELOPE CREEK

API Well No.

4. Location of Well (Report location clearly and in accordance with any State requirements.*)

At surface 1251' FSL, 2618' FEL (& 2666' FWL) 4432573Y

40,04271

REENTER

-110.22743

11. Sec., T., R., M., or Blk. and Survey or Area

SEC. 16, T5S, R3W, U.S.B.&M.

13. State

UTAH

14. Distance in miles and direction from nearest town or post office*

19.96 MILES SOUTHWEST OF MYTON, UTAH

12. County or Parish **DUCHESNE**

15. Distance from proposed* 16. No. of Acres in lease location to nearest 1251 property or lease line, ft. (Also to nearest drig. Unit line, if any)

640°

18. Distance from proposed location* to nearest well, drilling, completed. See Topo Man "C" applied for, on this lease, ft.

At proposed prod. Zone - 565907 X

19. Proposed Depth

20. BLM/BIA Bond No. on file

17. Spacing Unit dedicated to this well

6000'+

BO 4556

21. Elevations (Show whether DF, KDB, RT, GL, etc.)

6262.6 FEET GRADED GROUND

22. Approximate date work will start* UPON APPROVAL

23. Estimated duration 45 DAYS

Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. SUPO shall be filed with the appropriate Forest Service Office).
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).

 - 6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature Title Agent

Name (Printed/Typed) Ed Trotter

February 12, 2004

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Name (Printed/Typed)

BRADLEY G. HILL **NVIRONMENTAL SCIENTIST III**

Office

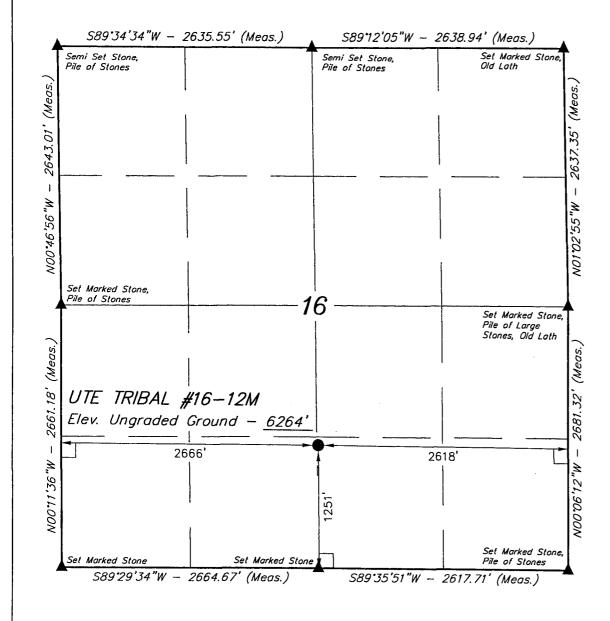
Date 6 2004 DIV OF OIL, GAS & MINING

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of Approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

T5S, R3W, U.S.B.&M.



LEGEND:

= 90° SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(AUTONOMOUS NAD 83)

LATITUDE = 40°02'33.50" (40.042639) LONGITUDE = 110°13'40.55" (110.227931)

PETROGLYPH OPERATING CO., INC.

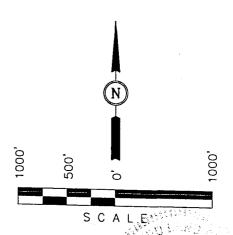
Well Location, UTE TRIBAL #16-12M, located as shown in SW 1/4 SE 1/4 of Section 16, T5S, R3W, U.S.B.&M. Duchesne County, Utah.

BASIS OF ELEVATION

BRASS CAP SET IN CONCRETE BY SUNRISE ENGINEERING LOCATED IN THE SE 1/4 OF SECTION 16, T5S, R3W, U.S.B.&M. SAID ELEVATION IS MARKED AS BEING 6281.9 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS, MADE BY WE OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED LAND SURVEYOR REGISTRATION NO. 16/319

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" = 1000'		DATE SURVEYED: 12-02-03	DATE DRAWN: 12-11-03
D.K. P.J. D.COX		REFERENCES G.L.O. PLA	T
WEATHER COLD	FILE	TROGLYPH OPER	ATING CO. INC.

EIGHT POINT PLAN

UTE TRIBAL #16-12M SW/SE, SECTION 16, T5S, R3W, U.S.B.&M. DUCHESNE COUNTY, UTAH

1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

FORMATIONS	DEPTH	SUBSEA
Mahogany Shale	2934.4	3412
"X" Marker	4514.4	1832
Douglas Creek	4654.4	1692
"B" Limestone	5036.4	1310
B/Castle Peak Limestone	5596.4	750
Total Depth	6000	386
Anticipated BHP 2535		

2. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS FORMATIONS:

Substance	Formation	Depth	Subsea
Oil/Gas	Douglas Creek	4654.4	1692
Oil/Gas	B/Castle Peak	5596.4	750
Other mineral zones	N/A		

3. PRESSURE CONTROL EQUIPMENT: BOP Schematic Diagram attached.

4. CASING PROGRAM:

							SAFETY FACTOR
HOLE SIZE	INTERVAL	LENGTH	SIZE	WEIGHT	GRADE	COLLAPS	E BURST TENSILE
12 1/4"	0 - 280'	280'	8 5/8"	24.0#	J-55	1370 PSI	2950 PSI 263,000#
7 7/8"	0-6000'	6000'	5 1/2"	15.5#	J-55	4040 PSI	4810 PSI 239,000#

All casing will be new or inspected.

5. MUD PROGRAM

INTERVAL	MUD TYPE
0' - 250'	Air
250 – 4000'	Air/Mist & Aerated Water
4000' – TD	Air/3% KCL water or KCL substitute
TD	Gel/polyacrylamide plolymer w/5-10% LCM

Sufficient mud inventory will be maintained on location during drilling to handle any adverse conditions that may arise.

EIGHT POINT PLAN

UTE TRIBAL #16-12M SW/SE, SECTION 16, T5S, R3W, U.S.B.&M. DUCHESNE COUNTY, UTAH

6. VARIANCE REQUESTS:

- A. Petroglyph Operating Company, Inc. requests a variance to regulations requiring a straight run blooie line.
- B. Petroglyph Operating Company, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line.

7. EVALUATION PROGRAM:

Logs:

Platform Express

TD to base of surface casing

(DLL, MSFL, CNG, CDL, GR)

Cores: None anticipated DST: None Programmed

Completion: To be submitted at a later date.

8. ABNORMAL CONDITIONS:

None anticipated.

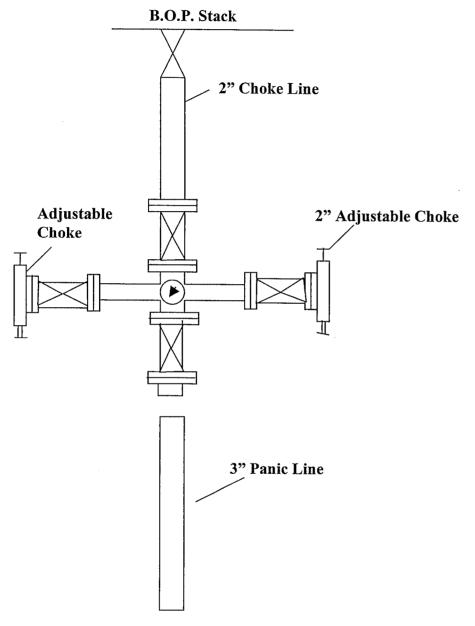
9. STANDARD REQUIRED EQUIPMENT:

None Required

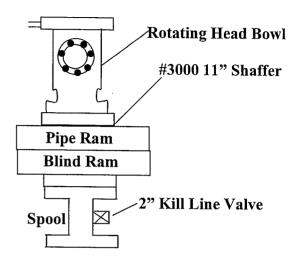
10. <u>HAZARDOUS CHEMICALS</u>:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)



BLM #2000 Choke Manifold System



BLM #2000 System Stack

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator:	Petroglyph Operating Co. Inc.
Well Name & Number:	Ute Tribal #16-12M
Lease Number:	BIA 14-20-H62-3511
Location:	1251' FSL & 2618' FEL (and 2666' FWL)
	SW/SE, Sec. 16, T5S, R3W, U.S.B.&M.,
	Duchesne County, Utah
Surface Ownership:	Ute Indian Tribe

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction

of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice:

- at least twenty-four (24) hours prior to

spudding the well.

Casing String and

Cementing

- twenty-four (24) hours prior to running

casing and cementing all casing strings.

BOP and related

Equipment Tests

- twenty-four (24) hours prior to running

casing and tests.

First Production

Notice

- within five (5) business days after new well

begins or production resumes after well has been off production for more than

ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 19.96 miles southwest of Myton, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 300 feet in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/ 18 foot running surface.
- C. Maximum grade on access road will be 8%.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

All travel will be confined to existing access road Right-of-Way.

Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service Publication: Surface

Operating Standards For Oil & Gas Exploration and Development, (1989).

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of-Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed

during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, Petroglyph Operating Co., Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION

- A. Abandoned wells 7*
- B. Temporarily abandoned wells 1*
- C. Producing wells 21*
- D. Shut in wells 3*

(*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

1. Production facilities - To be submitted later

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.
- 3. A 41/2" OD steel above ground production pipeline will be laid approximately 1540' from proposed location to a point in the SE/SW of Section 16, T5S, R3W, where it will tie into Petroglyph Operating Co. Inc.'s existing pipeline. Proposed pipeline crosses Ute Tribe lands, thus a Right-of-Way grant will be required. See attached TOPO Map "D" showing pipeline route.
- 4. Proposed pipeline will be a 4 ½ "OD steel, welded line laid on the surface.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.

The production facilities will be placed on the Northeast side of the location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities required will be painted within 6 months of installation. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

The required paint color is Desert Brown.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from Target Trucking's Roosevelt Brine Storage and/or Target's water source in SE ¼, Sec. 1, T4S, R5W, Duchesne, Utah (State Water Right #43-10152). All water will come from a non-depletable source.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of the location.
- B. All construction material will come from Ute Tribal Land.
- C. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at an approved waste disposal facility.
- 4. Produced waste water will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. During the 90 day period, an application for approval of a permanent disposal method and location, together with the required water analysis, will be submitted for the AO's approval.
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be

disposed of by either evaporating in the reserve pit or be removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

Burning of trash will not be allowed. All trash must be contained in a trash cage and hauled away to an approved disposal site at the completion of the drilling activities.

On BIA administered land:

All reserve pits will be lined with either native clay, commercial bentonite or plastic sufficient to prevent seepage. (If a plastic nylon reinforced liner is used, it shall be torn and perforated after the pit dries and before backfilling of the reserve pit).

A 12 mill liner shall be installed in the reserve pit.

To protect the environment:
If the reserve pit is lined, the operator will provide the BIA with a chemical
analysis of the fluids in that pit no later than 90 days after the well completion
to determine the method for final reclamation of the reserve pit. If the
elemental concentrations shown by the chemical analysis exceeds the
requirements described by Part II, Standards of Quality for Waters of the
State, Wastewater Disposal Regulations, State of Utah Division of Health,
the contents and liner will be removed and disposed of at an authorized
disposal site.
To protect the environment (without chemical analysis), reserve pits will be
constructed so as not to leak, break, or allow discharge of liquids.
Storage tanks will be used if drill sites are located on tribal irrigable land,
flood plains, or on lands under crop production. After first production,
produced waste water will be confined to a lined pit or storage tank for a
period not to exceed ninety (90) days. During the 90 day period, in
accordance with NTL-2B, an application for approval of a permanent
disposal method and location, along with required water analysis, shall be
submitted for the AO's approval. Failure to file an application within the
time allowed will be considered an incident of noncompliance.

7. ANCILLARY FACILITIES

• No airstrips or camps are planned for this well.

9. WELLSITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills and cross Sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.

C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the Southeast side of the location. The flare pit will be located downwind of the prevailing wind direction on the South side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled topsoil will be stored between Corners #5 & #6, as well as between Corners #2 & #8 of the location.

Access to the well pad will be from the Southwest.

Corners #2 & #6 will be rounded off to minimize excavation.

10. FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BIA or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is to be regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to crossing any fence located on Tribal land, or any fence between Tribal land and private land, the operator will contact the BIA, who will in turn contact the

grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

11. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 120 days from the date of well completion (weather permitting). Before any dirt work takes place, the reserve pit will be completely dry and all cans, barrels, pipe, fluid, and hydrocarbons, will be removed.

Contact appropriate surface management agency for required seed mixture.

B. <u>DRY HOLE/ABANDONED LOCATION</u>

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BIA will attach the appropriate surface rehabilitation conditions of approval.

ON BIA ADMINISTERED LANDS:

Abandoned well sites, roads, or other disturbed areas will be restored to near their original condition. This procedure will include: (a) reestablishing irrigation systems where applicable, (b) reestablishing soil conditions in irrigated fields in such a way as to ensure cultivation and harvesting of crops and, © ensuring revegetation of the disturbed areas to the specifications of the Ute Indian Tribe or the BIA at the time of abandonment.

12. SURFACE OWNERSHIP

Access road: <u>Ute Indian Tribe</u> Location: <u>Ute Indian Tribe</u>

13. OTHER INFORMATION

A. Petroglyph Operating Co., Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly

disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:

- whether the materials appear eligible for the National Register of Historic Places;
- the mitigation measures the operator will likely have to undertake before the site can be used.
- a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, Petroglyph Operating Co., Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BIA, or the appropriate County Extension Office. On BIA administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Tribal Lands after the conclusion of drilling operations or at any other time without BIA authorization. However, if BIA authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

On BIA administered land:

Operator's employees, including subcontractors, will not gather firewood along roads constructed by operators. If wood cutting is required, a permit will be obtained from the Forestry Department of the BIA pursuant to 25 CFR 169.13 "Assessed Damages Incident to Right-of-Way authorization". All

operators, subcontractors, vendors, and their employees or agents may not disturb saleable timber (including firewood) without a duly granted wood permit from the BIA Forester.

If the surface rights are owned by the Ute Indian Tribe and mineral rights are owned by another entity, an approved right-of-way will be obtained from the BIA before the operator begins any construction activities. If the surface is owned by another entity and the mineral rights are owned by the Ute Indian Tribe, rights-of-way will be obtained from the other entity.

All roads constructed by operators on the Uintah and Ouray Indian Reservation will have appropriate signs. Signs will be neat and of sound construction. They will state: (a) that the land is owned by the Ute Indian Tribe, (b) the name of the operator, © that firearms are prohibited to all non-Ute Tribal members, (d) that permits must be obtained from the BIA before cutting firewood or other timber products, and (e) only authorized personnel permitted. All well site locations on the Uintah and Ouray Indian Reservation will have an appropriate sign indicating the name of the operator, the lease serial number, the well name and number, the survey description of the well (either footage or the quarter-quarter section, the section, township, and range).

14. Additional Surface Stipulations

None

LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

PERMITTING	OPERATIONS
Ed Trotter	Steve Wall
P.O. Box 1910	P.O. Box 607
Vernal, UT 84078	Roosevelt, UT 84066
Telephone: (435)789-4120	(435)722-2531
Fax: (435)789-1420	(435)722-9145

All lease or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. Petroglyph Operating Co., Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The BIA office shall be notified upon site completion prior to moving on the drilling rig.

Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that presently exist; that the statements made in the Plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Petroglyph Operating Co., Inc. and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

2-12-204 Date

Ed Trotter, as Agent for

Petroglyph Operating Co., Inc.

PETROGLYPH OPERATING CO., INC. UTE TRIBAL #16-12M SECTION 16, T5S, R3W, U.S.B.&M.

PROCEED IN A SOUTHWESTERLY DIRECTION FROM MYTON, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 8.8 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 6.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST: LEFT AND PROCEED IN A SOUTHEASTERLY APPROXIMATELY 1.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST: TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 2.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED SOUTHEASTERLY, THEN EASTERLY INΑ APPROXIMATELY 0.8 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTHEAST; FOLLOW ROAD FLAGS IN A NORTHEASTERLY DIRECTION APPROXIMATELY 300' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM MYTON, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 19.9 MILES.

PETROGLYPH OPERATING CO., INC.

UTE TRIBAL #16-12M LOCATED IN DUCHESNE COUNTY, UTAH SECTION 16, T5S, R3W, U.S.B.&M.

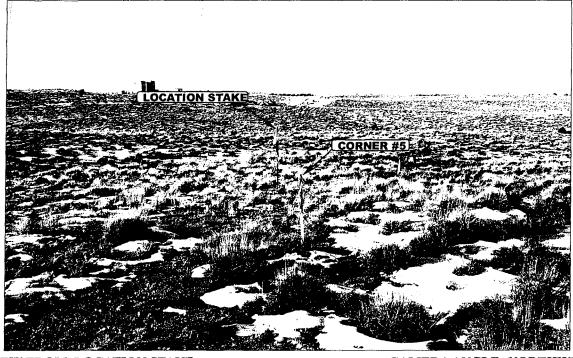


PHOTO: VIEW FROM LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

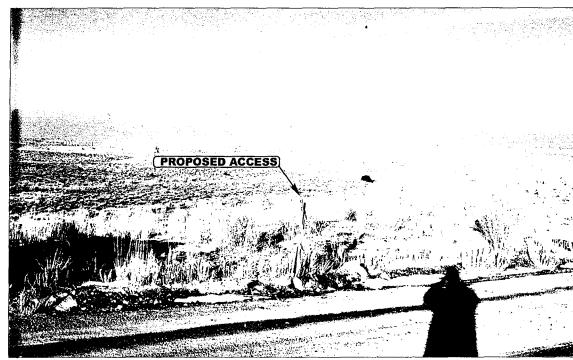


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHEASTERLY



Uintah Engineering & Land Surveying

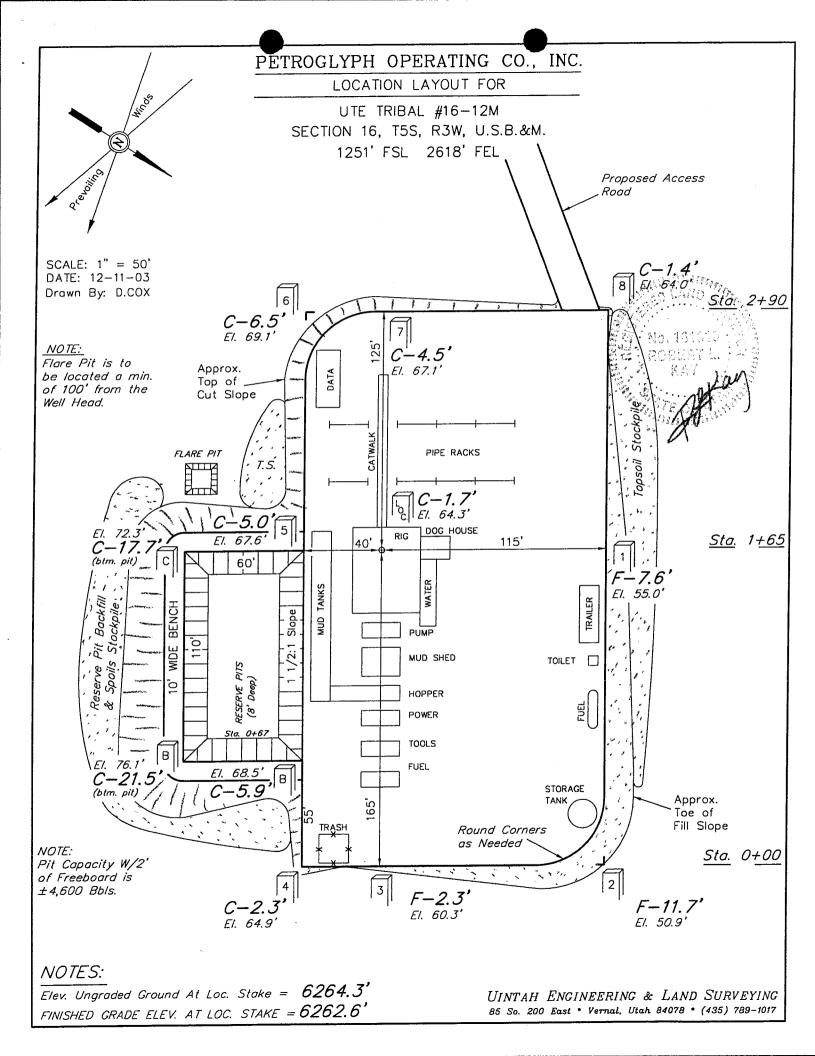
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

12 18 03 IONTH DAY YEAR

РНОТО

TAKEN BY: D.K. | DRAWN BY: T.H. | REVISED: 00-00-00



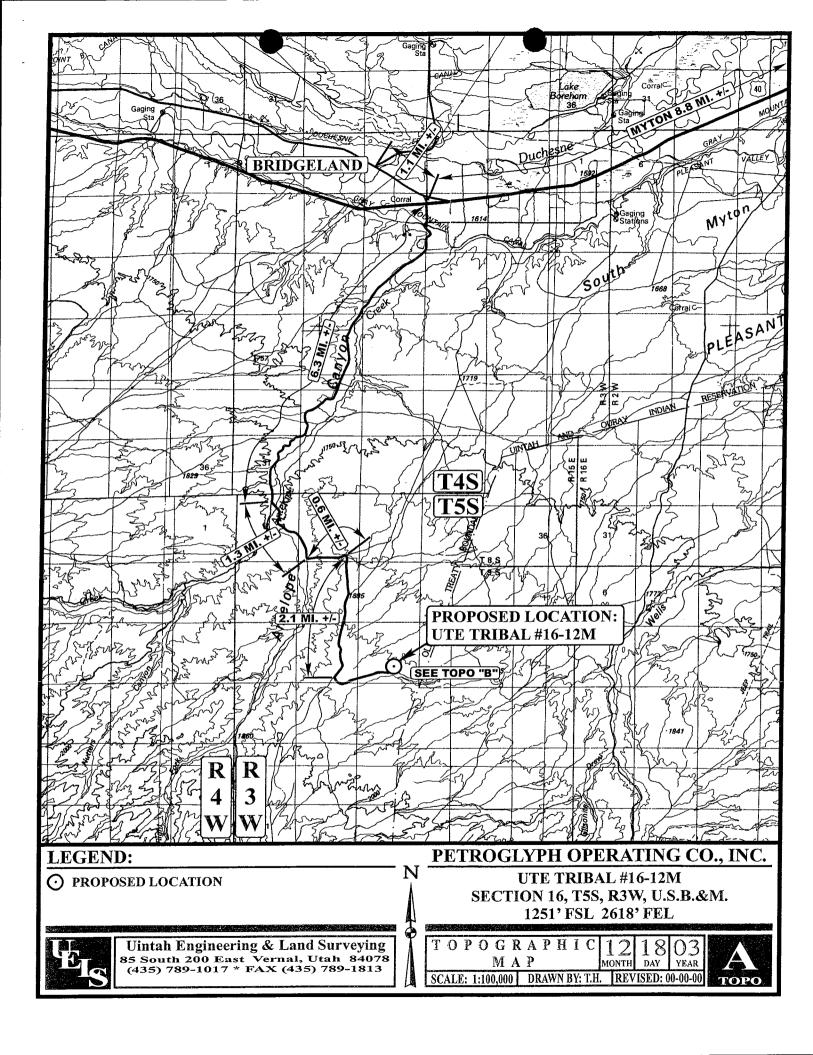
PETROGLYPH OPERATING CO., INC. TYPICAL CROSS SECTIONS FOR X-Section 11 UTE TRIBAL #16-12M Scale SECTION 16, T5S, R3W, U.S.B.&M. 1" = 50'1251' FSL 2618' FEL DATE: 12-11-03 Drawn By: D.COX 115' 40' STA. 1 2+90 115 110' LOCATION STAKE STA. 1+65 115' 40' 60' Slope= 1 1/2:1 Finished Grade (Typ.) FILL STA. '0+67 115' 40' Preconstruction FILL Grade STA. 0+00 APPROXIMATE YARDAGES EXCESS MATERIAL AFTER = 2,700 Cu. Yds. 5% COMPACTION CUT = 2,700 Cu. Yds. Topsoil & Pit Backfill 2,000 Cu. Yds. (12") Topsoil Stripping (1/2 Pit Vol.) Remaining Location = 6,150 Cu. Yds. O Cu. Yds. **EXCESS UNBALANCE** (After Rehabilitation) TOTAL CUT = 8,150 CU.YDS.

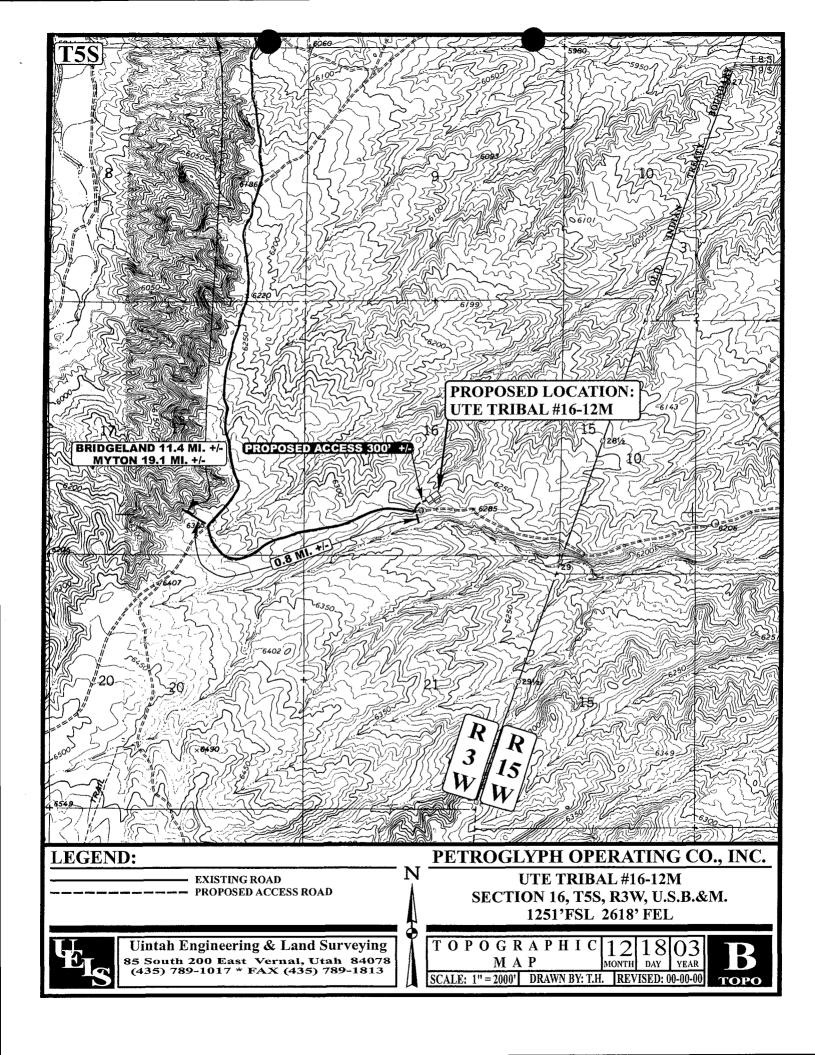
= 5,180 CU.YDS.

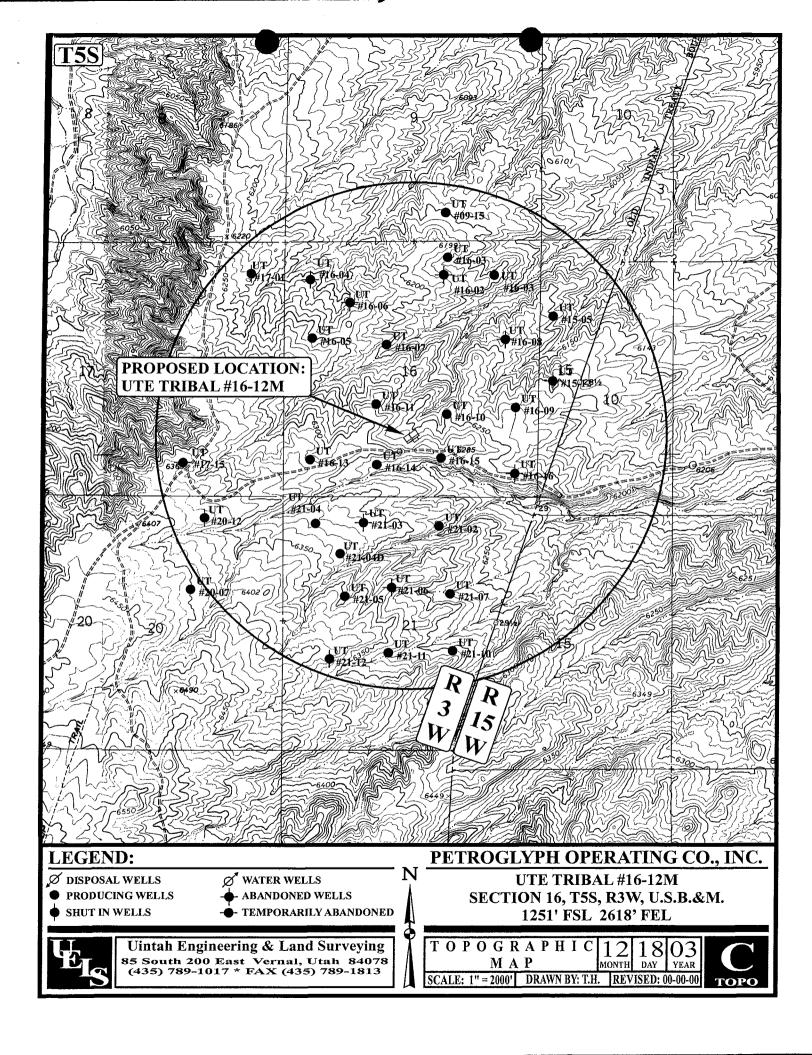
FILL

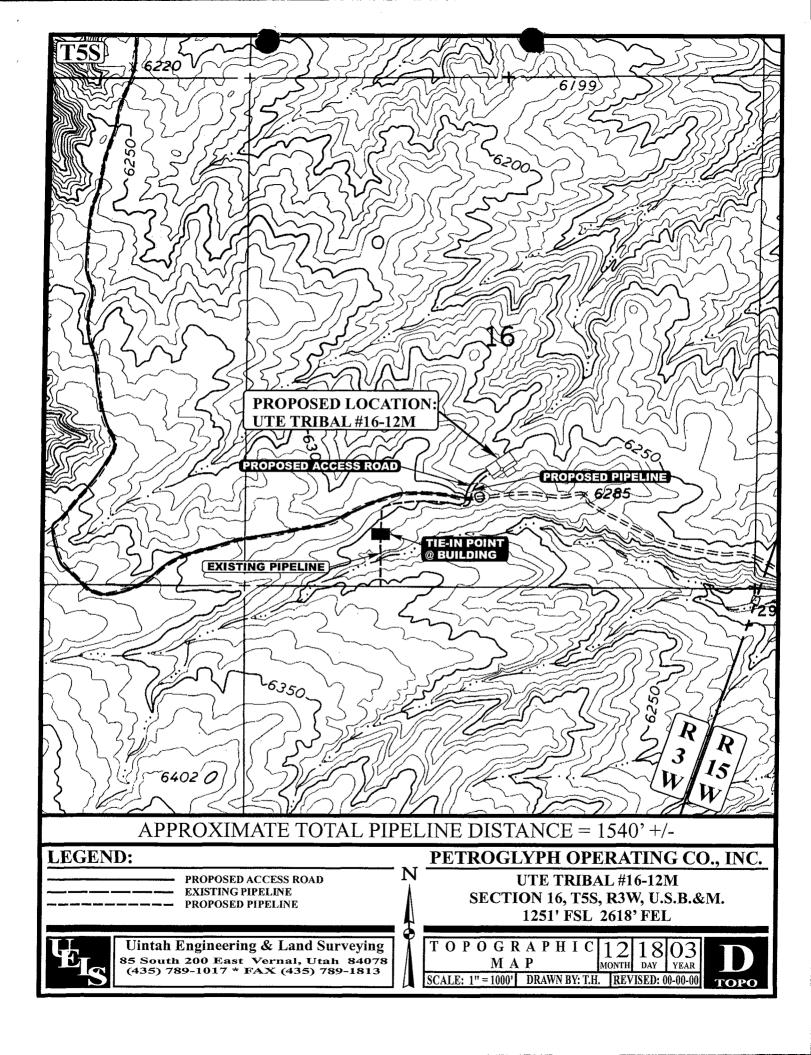
UINTAH ENGINEERING & LAND SURVEYING

85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017



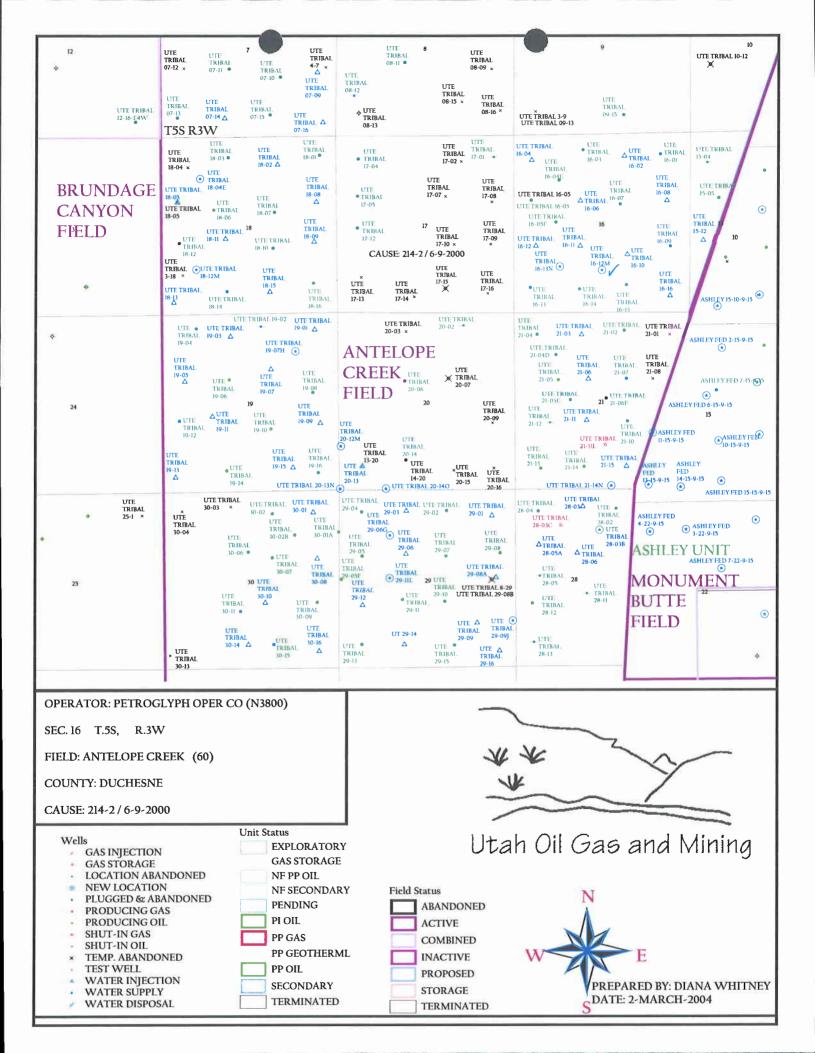






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 02/26/2004	API NO. ASSIGNED: 43-013-32545
WELL NAME: UTE TRIBAL 16-12M OPERATOR: PETROGLYPH OPERATING CO (N3800) CONTACT: ED TROTTER	PHONE NUMBER: 435-789-4120
PROPOSED LOCATION: SWSE 16 050S 030W	INSPECT LOCATN BY: / /
SURFACE: 1251 FSL 2618 FEL BOTTOM: 1251 FSL 2618 FEL	Tech Review Initials Date
DUCHESNE	Engineering
ANTELOPE CREEK (60)	Geology
LEASE TYPE: 2 - Indian LEASE NUMBER: 14-20-H62-3511	Surface
SURFACE OWNER: 2 - Indian PROPOSED FORMATION: CSLPK COALBED METHANE WELL? NO	LATITUDE: 40.04271 LONGITUDE: 110.22743
Plat Bond: Fed[] Ind[2] Sta[] Fee[] (No. BO 4556) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-10152) AL RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N)	LOCATION AND SITING: R649-2-3. Unit R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No:
STIPULATIONS: 1- Jeden approx	4





Department of Natural Resources

Division of Oil, Gas & Mining

ROBERT L. MORGAN Executive Director

LOWELL P. BRAXTON
Division Director

MICHAEL O. LEAVITT Governor

OLENE S. WALKER Lieutenant Governor

March 3, 2004

Petroglyph Operating Company, Inc. P O Box 607 Roosevelt, UT 84066

Re: Ute Tribal 16-12M Well, 1251' FSL, 2618' FEL, SW SE, Sec. 16, T. 5 South, R. 3 West, Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-32545.

Sincerely,

John R. Baza Associate Director

pab Enclosures

cc: Duchesne County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Petroglyph Operating Company, Inc.		
Well Name & Number	Ute Tribal 16-12M		
API Number:	43-013-32545		
Lease:	14-20-H62-3511		
Location: SW SE	Sec. 16	T. 5 South	R. 3 West

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

Form 3160-3 (September 2001)

005

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

FORM APPROVED OMB No. 1004-0136 Expires January 31, 2004

5. Lease Serial No.

14-20-H62-3511

6. If Indian, Allottee or Tribe Name

APPLICATION FOR PER	MIT TO DRILL OR REENT	ER	UTE INDIAN	VIRIBE		
1a. Type of Work: X DRILL	REENTER	7.	UTE TRIBA	L		
1b. Type of Well: X Oil Well Gas Well O	of Well: X Oil Well Gas Well Other Single Zone X Multiple Zone			8. Lease Name and Well No. UTE TRIBAL 16-12M		
2. Name of Operator PETROGLYPH OPERATING CO	+ 3 0 2 6 2 6 4 2 6 4 4 6 4 4 6 4 4 6 4 4 6 4 4 6 4 4 6 4 4 6 4 4 6 4 6 4 6 4 6 4 6 4 6 4 6 4 6 4 6 6 4 6 6 4 6 6 4 6	9	. API Well No. 43-073 -3	32545		
3a. Address P.O. BOX 607, ROOSEVELT, UT 84066	3b. Phone No. (Include area code) (435)722-2531	10	10. Field and Pool, or Exploratory ANTELOPE CREEK			
4. Location of Well (Report location clearly and in accordant surface 1251' FSL, 2618' FEL (& 2) At proposed prod. Zone		11	SEC. 16, T5 U.S.B.&M.			
14. Distance in miles and direction from nearest town or p 19.96 MILES SOUTHWEST OF N	MYTON, UTAH		2. County or Parish DUCHESNE	13. State UTAH		
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. Unit line, if any)	16. No. of Acres in lease 640°	17. Spacing	•	RECEIVED		
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Man "C"	19. Proposed Depth 6000 °±		IA Bond No. on file	OF OIL, GAS & MIN		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6262.6 FEET GRADED GROUND		23.	Estimated duration 45 DAYS			
The following, completed in accordance with the requ	24. Attachments uirements of Onshore Oil and Gas Order No. 1	, shall be attache	ed to this form:			
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National SUPO shall be filed with the appropriate Forest Se 	Forest System Lands, the crvice Office). (see Item 20 5. Operator certification of the control	above). cation.	nless covered by an existi	_		
25. Signature	Name (Printed/Typed) Ed Trotter		Da Febr	nte ruary 12, 2004		
Title Agent						
Approved by (Signature)	Name (Printed/Typed) EDWIN I H	Se sm	AN #/1/2	104		
Mineral Resources	Office					
Application approval does not warrant or certify that the ap conduct operations thereon. Conditions of Approval, if any, are attached.	oplicant holds legal or equitable title to those ri	ghts in the subje	et lease which would ent	itle the applicant to		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section	1212, make it a crime for any person knowing!	y and willfully to	make to any departmen	it or agency of the		

*(Instructions on reverse)

COAs Page 1 of 8 Well No.: UTE TRIBAL 16-12M

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator:	Petroglyph Operating Co., Inc.
Well Name & Number:	UTE TRIBAL 16-12M
API Number:	43-013-32545
Lease Number:	14-20-H62-3511
Location: SWSE S	ec. <u>16</u> TWN: <u>05S</u> RNG: <u>03W</u>
Agreement:	14-20-H62-4650

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

COAs Page 2 of 8 Well No.: UTE TRIBAL 16-12M

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Submit an electronic copy of all logs run on this well in LAS format. This submission will replace the requirement for submittal of paper logs to the BLM.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. <u>Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are</u> Expected to be Encountered

Report <u>ALL</u> water shows and water-bearing sands encountered to John Mayers of this office prior to setting the next casing string or requesting plugging orders. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a **2M** system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint. Surface casing setting depths are based on ground level elevations only.

COAs Page 3 of 8 Well No.: UTE TRIBAL 16-12M

As a minimum, the usable water shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Green River Formation, identified at \pm 1,581 ft. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vapor proof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

A cement bond log (CBL) will be run from the production casing shoe to top of the cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

COAs Page 4 of 8 Well No.: UTE TRIBAL 16-12M

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig. The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shutin the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5(d) shall be submitted to the appropriate Field Office within 60 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (1).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will

COAs Page 5 of 8

Well No.: UTE TRIBAL 16-12M

have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries and tested for meter accuracy at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office.

All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Ed Forsman

(435) 828-7874

Petroleum Engineer

Kirk Fleetwood

(435) 828-7875

Petroleum Engineer

BLM FAX Machine

(435) 781-4410

COAs Page 6 of 8

Well No.: UTE TRIBAL 16-12M

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

Unused fracturing fluids or acids

Gas plant cooling tower cleaning wastes

Painting wastes

Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt

Refinery wastes

waste

Liquid and solid wastes generated by crude oil and tank bottom reclaimers

Used equipment lubrication oils

Waste compressor oil, filters, and blowdown

Used hydraulic fluids

Waste solvents

Waste in transportation pipeline-related pits

Caustic or acid cleaners

Boiler cleaning wastes

Boiler refractory bricks

Incinerator ash

Laboratory wastes

Sanitary wastes

Pesticide wastes

Radioactive tracer wastes

Drums, insulation and miscellaneous solids

COAs Page 7 of 8 Well No.: UTE TRIBAL 16-12M

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

Petroglyph Operating Company, Inc. (Petroglyph) will assure the Ute Tribe that any/all contractors and subcontractors have acquired a current Tribal Business License and have updated "Access Permits" prior to construction. All Petroglyph personnel, contractors and subcontractors will have these permits in their vehicles at all times. Companies that have not complied with this COA will be in violation of the Ute Tribal Business License Ordinance, and will be subject to fines and penalties.

Petroglyph employees, representatives, and/or authorized personnel (subcontractors) shall not carry firearms on their person or in their vehicles while working on the Uintah and Ouray Indian Reservation.

Petroglyph employees and/or authorized personnel (subcontractors) in the field will have approved applicable APDs and/or ROW permits/authorizations on their person(s) during all phases of construction.

Petroglyph will notify the Ute Tribe and Bureau of Indian Affairs (BIA) in writing of any requested modification of APDs or Rights-Of Way (ROW). Petroglyph shall receive written notification of authorization or denial of the requested modification. Without authorization, Petroglyph will be subject to fines and penalties.

The Ute Tribe Energy & Minerals Department shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday. A Tribal Technician is to routinely monitor construction. Petroglyph shall make arrangements with the Ute Energy & Minerals Department for all monitoring that will exceed regular working hours for Tribal Technicians. A qualified archaeologist accompanied by a Tribal Technician will monitor any trenching construction of the pipeline.

A corridor ROW, 60 feet wide and 356 feet long, shall be granted for pipeline and for the new access road. The constructed, travel width of the access road will be limited to 18 feet. Upon authorization by the Ute Tribe Energy & Minerals Department, the ROW may be wider where sharp curves; deep cuts and fills occur; or, where intersections with other roads are required.

Culverts and diversion ditches will be placed and constructed where needed. Road base gravel will be used where sandy soils make roadways and the drilling location hazardous for access or drilling operations.

Upon completion of the pertinent APD and ROWs, Petroglyph will notify the Ute Tribe Energy & Minerals Department for a Tribal Technician to verify the Affidavit of Completion.

Production waters, oil, and other byproducts shall not be placed on access roads or the well pad.

All vehicular traffic, personnel movement, construction and restoration operations will be confined to the areas examined and approved and to the existing roadways and/or evaluated

COAs Page 8 of 8 Well No.: UTE TRIBAL 16-12M

access routes.

Petroglyph will implement "Safety and Emergency Plan" and ensure plan compliance.

Petroglyph shall stop construction activities and notify personnel from the Ute Tribe Energy & Minerals Department and BIA if cultural remains including paleontology resources (vertebrate fossils) are exposed or identified during construction. The Ute Tribe Department of Cultural Rights and Protection and the BIA will provide mitigation measures prior to allowing construction.

Petroglyph employees and/or authorized personnel (subcontractors) will not be allowed to collect artifacts and paleontology fossils. No significant cultural resources shall be disturbed.

Petroglyph will control noxious weeds on the well site and ROWs. Petroglyph will be responsible for noxious weed control if weeds spread from the project area onto adjoining land.

Reserve pits will be lined with an impervious synthetic liner. A fence will be constructed around the reserve pit until it is backfilled. Prior to backfilling the reserve pit, all fluids will be pumped from the pit into trucks and hauled, to approved disposal sites. When the reserve pits are backfilled, the surplus oil and mud, etc., will be buried a minimum of 3 feet below the surface of the soil.

A closed system will be used during production. This means that production fluids will be contained in leak-proof tanks. All production fluids will be disposed of at approved disposal sites.

Surface pipelines will be constructed to lay on the soil surface. The pipeline portion of the ROW will not be bladed or cleared of vegetation without authorization of the BIA. Surface pipelines shall be welded in place at well sites or on access roads. They shall be pulled into place and assembled with suitable equipment. Vehicles shall not use pipeline ROWs as access roads unless specifically authorized.

Buried pipelines shall be buried a minimum of 3 feet below the soil surface. After construction is completed the disturbed area shall be contoured to blend into the natural landscape and be reseeded between September 15 and November 1 of the year following construction with perennial vegetation seed mixture provided by the BIA or Ute Tribe.

Before the site is abandoned, Petroglyph will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Soil erosion will be mitigated, by reseeding all disturbed areas.

ENGINEERING EVALUATION APPLICATION FOR PERMIT TO DRILL

OPERATOR: **QEP Uintah Basin Inc.**

DEVELOPMENT Y

WELL NUMBER: OU GB 8MU-4-8-22

EXPLORATORY

LOCATION: QtrQtr. SENE Sec. 4 Twn. 8S Rng. 22E

LEASE: U-02510A

CA/UNIT NAME/NO.: N/A

COUNTY: <u>UINTAH</u> STATE: <u>UTAH</u> MERIDIAN: <u>SLB & M</u>

BLOWOUT PREVENTION EQUIPMENT (BOPE) (ITEM 3)

Anticipated Bottom Hole Pressure

4740 Probably Low, max MW is 9.5 which would

be equal to a gradient of 0.494 and ABHP = 5854

Projected True Vertical Depth

11850

ASP = 3247

Operator's Gradient

0.400

(ABHP/TVD)=

2133

ASP = ABHP - (0.22 * TVD)

Operator's proposed BOPE of 3M (Item 3) **DOES NOT EXCEEDS** the ASP and is therefore **NOT** ADEQUATE.

Concerns: A 5M BOPE system will be required

CASING PROGRAM (ITEM 4)

See attached casing design evaluation.

Casing setting depths ARE across competent formations (see Items 1 & 2; Geologic Report) and therefore ARE appropriate. Casing design IS adequate.

CEMENTING PROGRAM (ITEM 5)

				_					_		
Surface	12.25	9.625	1200	375.8	Class G	685	1.19	627.0	SURFACE	SURFACE	OK
											1
Production	7.875	4.5	11850	2699.4	HiFill	1217	3.82	3576.1		SURFACE	OK
					Ext Class G	452	1.34	465.9	SURFACE	SURFACE	

^{*} Expected Fill-Up is calculated assuming 30% excess required for hole variation. The actual volumes of cement will be determined from the caliper log.

All usable quality water, prospectively valuable mineral and/or hydrocarbon zone as specified on the Geologic Report ARE adequately isolated and/or protected. See attached Cement Slurry and Calculated Fill-up Worksheets. Concerns: The base of the moderately saline water has been identified as ±4660'. The proposed casing/cementing program will protect this resource. As a minimum, the operator will be required to bring the top of cement behind the production casing 200' above the top of the Green River formation ±3050°. DRILLING FLUID (MUD) PROGRAM (ITEM 6) Proposed drilling fluid additives ARE nontoxic and compatible with formations likely to be encountered. Concerns: NONE TESTING, LOGGING, & CORING PROCEDURES (ITEM 7) Adequate logs ARE proposed (See Geologic Report). Cement Bond evaluation tools ARE proposed across critical zones. Special Drill Stem Test operations ARE NOT proposed. Concerns: NONE CORRELATIVE RIGHTS This well **IS** drilled in conformance with a spacing pattern acceptable to the AO. Spacing Orders: Standard State Spacing Applies Concerns: NONE SPECIAL DRILLING OPERATIONS For Example: Air/Gas drilling - Hydrogen Sulfide - Directional/Horizontal Drilling. Concerns: SPECIAL REQUIREMENTS FOR AIR/GAS DRILLING IN ONSHORE ORDER NO. 2 WILL BE ADHERED TO, EXCEPT AS NOTED IN THE VARIANCE REQUESTED IS SECTION 3 OF THE DRILLING PLAN. **MISCELLANEOUS** Any other facets of the proposed operation for consideration (Item 9). Concerns: NONE VARIANCES All Variances granted MEET or EXCEED the minimum standards of OOGO No. 2. YES Concerns: None RECOMMENDATIONS

SEE ATTACHED CONDITIONS OF APPROVAL.

SIGNATURE	Date April 1, 2004
DIGITAL CICE.	 110111 1, 200 i

006

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

FORM 6

FNTITY		
MAITITY	A 1 - 1	

Operator:

Petroalyph Operating Co.

Operator Account Number: <u>N.3800</u>

Address:

P.O. Box 607

BOOSEVELL UT. 84066

Phone Number: 435-722-253

Well 1

API Number	Well	Name	QQ	Sec	Twp	Rng	County
43-013-32545	UteTribal	16-12m	SWE	16	55	3W	Duchesne
Action Code	Current Entity Number	New Entity Number		Spud Da	ite		ity Assignment Hective Date
\mathfrak{B}	99999	12051	5-1	26-2	004	٢)	5/37/04

Comments:

'SLPK

Well 2

API Number	Well N	ame	QQ	Sec	Twp :	'Rng;"	County
Action Code	Current Entity Number	New Entity Number	1 12	pud Dat	28	Éni	ity Assignment Effective Date
Comments:							

Well 3

API Number	Well Name	QQ,	Sec	TWP:	Rng	County
Action Code	Number Number		 Spud Date	• 1	i i i i i i i i i i i i i i i i i i i	itiy Assignment Effective Date
omments;			10 10 12			

ACTION CODES:

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

Callic Duncan

Name Please Print

All on Duncan

Signature

Production ASSICEIVED 7-04

Title

MAY 2 7 2004

(5/2000)

DIV. OF OIL, GAS & MINING

FORM 9

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

07	DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: BIA 14-20-H62-3511
SUNDRY	NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE INDIAN TRIBE
Do not use this form for proposals to drill r	new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wel aterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT OF CA AGREEMENT NAME: UTE TRIBAL
1. TYPE OF WELL OIL WELL		8. WELL NAME and NUMBER: UTE TRIBAL 16-12M
2. NAME OF OPERATOR:		9. API NUMBER:
PETROGLYPH OPERAT	ING CO. INC.	4301332545 10. FIELD AND POOL, OR WILDCAT:
3. ADDRESS OF OPERATOR: P.O. BOX 607	Y ROOSEVELT STATE UT ZIP 84066 (435) 722-25	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1251'	ASSESSMENT OF THE PROPERTY OF	COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSHIP, RAN	NGE, MERIDIAN: SWSE 16 5S 3W U	STATE: UTAH
11. CHECK APP	ROPRIATE BOXES TO INDICATE NATURE OF NOTICE, I	REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate)	ACIDIZE DEEPEN ALTER CASING FRACTURE TREAT	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT (Submit Original Form Only)	✓ CHANGE WELL NAME PLUG BACK	WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF
	COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OTHER:
	CONVERT WELL TYPE RECOMPLETE - DIFFERENT FOR	MATION
	OMPLETED OPERATIONS. Clearly show all pertinent details including dates, depth, Inc. requests that the name of the subject well be changed	
NAME (PLEASE PRINT) Ed Trotte	r ∫ _{⊤ittlE} Agent	
SIGNATURE Zel (
(This space for State use only)	J	

RECEIVED JUN 2 5 2004

RECEIVED JUL 2 1 2004

		ST DEPARTMENT DIVISION OF		RESOURCES	- ·	OIL, GAS & M	5. LEASE DES	REPORT Dishanges) SIGNATION AND SEI ALLOTTEE OR TRIB	3511
WELI	COMPLE	TION OR F	RECOMPL	ETION RE	PORT AND	LOG	Utc	Indian	ribe
1a. TYPE OF WELL:		WELL D	MELL	DRY .	OTHER		_	AGREEMENT NAMI	
b. TYPE OF WORK	HORIZ.	OEEP-	Entry 🔲	DIFF. REGVR.	OTHER		B. WELL NAM	E and NUMBER:	6-146
2. NAME OF OPERA		(10				9. API NUMBE	ir. 3-3254:	
3. ADDRESS OF OF	unh Ope	rating	<i>D</i>		PHONE	NUMBER:		POOL, OR WILDCA	
PO. Box		CHY BOOSE	VZ/+ SIAIF	UT. 1118	4066 722	7-253)	Antelo		K .
4. LOCATION OF W	THE PROPERTY						11. OTRVOYA	SECTION, TOWNS	HIP, RANGE.
AT SURFACE:		251 FSL					SWS	SE	. 73
AT TOP PRODUC	CING INTERVAL REF	ORYED BELOW: 5	WSE !	251 F5L	2618FE	7	Sec 16,		WMER UBI
AT TOTAL DEPT	"SWSE	251 F54	2618 FC	EL .			Dixhesi	`	UTAH
14. DATE SPUDDE		E T.D. REACHED:	16. DATE COMPL	ETED:	BANDONED [READY TO PRODUC	17 FLE	VATIONS (DF, RKB,	RT, GL):
5-26-04		22-04	7-2-0	4				IOKB TH BRIDGE MO	
18. TOTAL DEPTH:	40 × 3	- 19, PLUG	BACK T.D.: MD	5948	20. IF MULTIPLE CO	OMPLETIONS, HOW	PL	UG SET:	
22 TYPE ELECTEN	TVD	ANICAL LOGS RUN (TVD Submit coov of each		1 23.				
/China alexa		nsity, co			WAS WELL	L CORED?	NO 🗹	res 🔲 (Subm	rt analysis)
Comparis	ico at	100119100)	Dual	- d WASUSI	•	=		it report)
<u>CBL</u>				Docu_	DIRECTIO	NAL SURVEY?	_ NO [√]	rés (Subm	it copy)
24. CASING AND L	NER RECORD (Rep	ort all strings set in W	wil)						
HOLE SIZE	\$IZE/GRADE	WEIGHT (#ML)	TOP (MD)	BOTTOM (MD)	STAGE CEMENTER DEPTH	NO. OF SACKS	SLURRY VOLUME (BBL)	CEMENT TOP **	AMOUNT PULLED
12.250	8625555	24.0	Ø	314		225	47	Ö	
7.875	5.500 J-35		.0	5998		635	270	1000	
25. TUBING RECO	RD						· · · · · · · · · · · · · · · · · · ·		
SIZE	DEPTH SET (M	D) PACKER SET	(MD) SIZE	DEPTI	SET (MD) PACKE	R SET (MD)	SIŽE [EPTH SET (MD)	PACKER SET (MD)
2875	5780								
26. PRODUCING IN	(TERVALS					RATION RECORD			
FORMATION			OM (MD) TOP	(TVD) BOTTO		VL (Top/Bot - MD)	SIZE NO. HO		ATION STATUS
(A)Carcon R:	ver L	1768 56	90		5685	t05690	,420 20		Squoozéd
(B) Green R	iver					to 4921	,420 56		Squeezed [_]
(C) Green B	'VCT				4768	10 4774	420 2	-	Squeezed
101 Coreen P								Open	Squeezed
		EMENY \$QUEEZE, ET	rc.			<u> </u>	···	<u> </u>	
5685 DEPTH	INTERVAL 5690	21000=	# Sand	Frac	AMOUNT AND	TYPE OF MATERIAL		<u> </u>	
21907	to 492	1 39000	#Sand P	rac					
4768	+0 47	74 7400=	#Sand P	rac					
								· · · · · · · · · · · · · · · · · · ·	
29. ENCLOSED AT	TTACHMENTS:							30. WEL	L STAYUS:
<u></u>	TRICAL/MECHANICA RY NOTICE FOR PL	L LOGS L LOGS AND CÉMÉN	IT VERIFICATION	GEOLOG	REPORT	DST REPORT OTHER:	DIRECTIONAL	SURVEY	ow
									

31, INITIAL PRO	DUCTION				• .	M	TERVAL A (As sho	in In Itam #26)					
DATE FIRST PRO		. •	TEST DA		NU	HOURS TESTE	24	TEST PRODUCTION RATES: 1)	OIL-BEL:	GAS - MCF:	WATER-8	_	THOD:
7-3-0	TBG, PRES	25	CSG. PR	7-15	API GRAVI	TY BTU-,GAS	GAS/OIL RATIO	24 HR PRODUCTION		GAS - MCF:	WATER - B		STATUS
A .	75				33.0			RATES: 11					5 6
						IN	TERVAL B (As sho	wn in flom #26)					
DATE FIRST PRO	ODUCED:		TEST DA	TE:		HOURS TEST	ED:	TEST PRODUCTION RATES: 1.1	OIL - BBL:	GAS - MCF:	WATER - B	BL; PROD ME	THOD:
CHOKE SIZE:	TEG. PRES	\$\$.	CSG. PR	ess.	API GRAVI	TY BTU-GAS	GAS/OIL RATIO	24 HR FRODUCTION RATES: []	OIL-86L:	GAS - MCF:	WATER - B	BL: INTERVAL	STATUS:
			<u> </u>			IN	TERVAL C (As sho	wn in Itam #26)					
DATE FIRST PRO	ODUCED:		TEST DA	TE:		HOURS TEST	D;	YEST PRODUCTION RATES: 11	OfL BBL:	GAS - MCF:	WATER - B	BL: PROD. ME	THOO:
CHOKE SIZE:	TBG. PRES	SS.	CSG. PR	ESS.	API GRAVI	TY BYU-GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: []	OIL ~ BBL:	GAS MCF:	WATER - B	BL: INTERVAL	STATUS:
	J			<u></u>		IN	TERVAL D (As sho	wn in itom #26)	<u>. I., , </u>	<u></u>			
DATE FIRST PRO	ODUCED:	•	TEST DA	TE:		HOURS TEST		TEST PRODUCTION	OIL - BBL:	GAS - MCF:	WATER - 8	BL: PROD. ME	THOO:
CHOKE SIZE:	TBG. PRES	38.	CSG. PR	E5\$.	API GRAVI	TY STU-GAS	GAS/OIL RATIO	RATES: (.) 24 HR PRODUCTION	OIL + BBL:	GAS - MCF:	WAYER - B	BL: INTERVAL	STATUS:
	1						<u> </u>	RATES: []	<u></u>				
32, PISPOSITIO	N OF GAS (SOIG (leastors		led, Etc.)			•					
33. SUMMARY	OF POROUS	ZONE			·s):	· · · · · · · · · · · · · · · · · · ·		3	4. FORMATION	(Log) MARKERS:			
Show all timportar	nt zones of p	orosity	und conti	ants thore	of: Cored in	itervels and all drill-ste	m tosts, including de	opth Interval					
tosted, cushion u	isod, time too	open	, towing a	nd shul-k) prossurés	and recoverios.						,	
Formatio	an .	,	Top MD)	Balla (MC		Descr	lotions, Contenta, etc			Name		Top (Moasured De	pth)
cen hive	er	47	68	477	74								
renkiu		49	07	496	21								ć.
cen Rive		56	84	569		1				,			. ·
			,	AS	QC 4	telement.							
			*.**	10 S									-
			·1.	27.57						<u></u>			<u> </u>
35. ADDITIONA													
Nor	rma	r 45	pro	ひひも	deck.		•			•			
,					. :								
					:								
36. I hereby cer	rilly that the	loreg	oing and	attached	Informatio	n is complete and co	rroct as determined	from all available rec	orde.		·		
NAME (PLEAS	SE PRINT)_		M	xft	<u>(</u> 2	yen		TITLE	As Tryin	een			<u> </u>
SIGNATURE_	-			M.	#	Com		_ DATE	7/14	104			
 drillin 	nust be su pleting or ng horizon mpleting t	plugg Ital la	ing a n terals fr	llew well	existing (well bore	■ significa∩tiv (previously plugge deepening an exis carbon explorator	sting well bore	below the pre	vious bottor	n-hole depth ligraphic tests	
* ITEM 20: S	ihow the I	numb	er of co	mpletic	ins if pro	duction is measu	red separately (from two or more	formations.		•		Ne
						.*		ulated (CIR), calc		cement bond to	g (CBL), ten	nperature surv	ey (TS))
	Utah Divi 1594 We Box 1458 Salt Lake	st No 901	rth Teir	iple, Su	ite 1210		one: 801-538-5 :: 801-359-3					· · ·	

Petroglyph Energy, Inc.



555 S. COLE RD. BOISE, ID 83709 (208) 377-6000

Drilling Chronological Regulatory

Well Name: UTE TRIBAL 16-14L 43-013-325 45 Field Name ANTELOPE CREEK S/T/R 16/5S/3W County,State DUCHESNE, UT Operator: GLYPH OPERATING COM Location Desc District: UTAH Project AFE: 42162 AFEs Associated: 111 Daily Summary Activity Date 5/14/2004 Days From Spud: **Current Depth** 0 Ft 24 Hr. Footage Made: 0 F Rig Company: Rig Name: Formation: Weather: Operations Start Hrs Code Remarks Start Depth End Depth Run 0.00 NIH Total: 0.00 **Daily Summary** Activity Date : 5/18/2004 Days From Spud 0 **Current Depth** 0 Ft 24 Hr. Footage Made: 0 F1 Rig Company: Rig Name: Formation: Weather: **Daily Summary** Activity Date: 5/24/2004 Days From Spud: Current Depth 0 Ft 24 Hr. Footage Made: 0 F1 Rig Company: Rig Name: Formation: Weather: **Daily Summary** 5/28/2004 Activity Date: Days From Spud: **Current Depth** 0 F1 24 Hr. Footage Made: 0 F1 Rig Company: Rig Name: Formation: Weather: **Daily Summary** Activity Date: 6/3/2004 Days From Spud 9 **Current Depth** 24 Hr. Footage Made: 0 F1 Rig Company : Rig Name: Formation: Weather: **Daily Summary** Activity Date: 6/9/2004 Days From Spud: **Current Depth** 6000 F1 24 Hr. Footage Made: 0 F Rig Company: Rig Name: Formation: Weather: **Daily Summary** Activity Date: 6/16/2004 Days From Spud: 22 **Current Depth** 0 Ft 24 Hr. Footage Made: 0 F1 Rig Company: Rig Name: Formation: Weather: Operations Start Hrs Code Remarks Start Depth End Depth Run 6:00 8.00 01 Finish rig down & move rig NIH 14:00 8.00 01 Rig down move rig up 0 0 NIH 22:00 2.00 01 Rig up 0 NIH 0 0:00 3.00 15 Press test BOP casing, choke Tw & kelly valve 0 0 NIH 3:00 2.00 Strung tool & picked up TDC tag cement 43 0 NIH 5:00 1.00 35 Drill cement 0 NIH Total: 24.00 AUG 2 7 2004

					Well	lame	:UTE TRIBAL	16-14L				
Field	Nam	d	ANTELOPE	CREEK		/T/R	16/5S/3V		County,State	DU	CHESNE	, UT
Орє	erator	GLY	PH OPERA	TING CO	Location [Desc			District:		UTAH	<u></u>
•						D	aily Summary					
Activity I	Date	: [6/17/2004	Days Fr	om Spud :	23	Current Depth :	1484 F1	24 Hr. Footag	e Made :		1145 F
Rig Com							Rig Name:	<u>-</u> -				
Format	tion :						Weather:					-
				-			Operations					V. V.S
Start H	-Irs	Code				f	Remarks		s	tart Depth	End Depth	Run
10:00	1.00	35	Drill cement							0	0	NIH
	4.50	02	Drill f/ 339 to	489						339	489	NIH
	0.50	10	survey & rig	service			· · · · · · · · · · · · · · · · · · ·			489	489	NIH
	2.00	02	Drill from 489							489	579	NIH
18:00	6.00	02	Drill from 579	9 to 913						579	913	NIH
0:00	0.50	07	Service rig							913	913	NIH
0:30 1	1.50	02	Drill from 913	3 to 977			******			913	977	NIH
2:00 1	1.00	02	Drill 977 to 1	072						977	1072	NIH
3:00 C	0.50	07	Survey							1072	1072	NIH
3:30 6	6.50	02	Drill from 107	72 to 1484						1072	1484	NIH
Total: 24.0	.00							· · · · · · · · · · · · · · · · · · ·	L			
						D	aily Summary					
Activity [Date :		6/18/2004	Days Fro	om Spud :	24	Current Depth :	3094 Ft	24 Hr. Footage	e Made :		1610 F
Rig Com					Ł.		Rig Name:					
Format	tion :			***			Weather:					
							Operations					
Start H	irs	Code										
10:00 7	7.25						kemarks		IS:	lart Depth I	End Depth	Run
		UZ		1484 to 20			Remarks		S		End Depth 2052	
17:101 3		02 10	Drilling from		52		Remarks		S	1484	2052	NIH
	3.25		Drilling from Survey Servi	ce rig			Remarks		S	1484 2052	2052 2052	NIH
20:30 4	3.25 4.00	10	Drilling from Survey Service Drilling from 2	ce rig 2052 to 259	90		Remarks		S	1484 2052 2052	2052 2052 2590	NIH NIH NIH
20:30 4 0:30 6	3.25	10 02	Drilling from Survey Servi Drilling from 2 Drilling from 2	ce rig 2052 to 259 2590 to 30 0	90		Kemarks		S	1484 2052 2052 2590	2052 2052 2590 3063	NIH NIH NIH
20:30 4 0:30 6 7:00 1	3.25 4.00 3.50	10 02 02	Drilling from Survey Service Drilling from 2 Drilling from 2 Survey service	ce rig 2052 to 259 2590 to 306 ce rig	90		emarks		S	1484 2052 2052 2590 3063	2052 2052 2590 3063 3063	NIH NIH NIH NIH
20:30 4 0:30 6 7:00 1 8:30 1	3.25 4.00 5.50 1.50	10 02 02 10	Drilling from Survey Servi Drilling from 2 Drilling from 2	ce rig 2052 to 259 2590 to 306 ce rig	90		emarks		S	1484 2052 2052 2590	2052 2052 2590 3063	NIH NIH NIH
20:30 4 0:30 6 7:00 1 8:30 1	3.25 4.00 5.50 1.50	10 02 02 10	Drilling from Survey Service Drilling from 2 Drilling from 2 Survey service	ce rig 2052 to 259 2590 to 306 ce rig	90		aily Summary		S	1484 2052 2052 2590 3063	2052 2052 2590 3063 3063	NIH NIH NIH NIH
20:30 4 0:30 6 7:00 1 8:30 1 Total: 23.5	3.25 4.00 3.50 1.50 1.00	10 02 02 10 02	Drilling from Survey Service Drilling from 2 Drilling from 3 Survey service Drilling from 3	ce rig 2052 to 259 2590 to 306 ce rig 3063 to 309	90 63 14	D);	ally Summary	4138 F		1484 2052 2052 2590 3063 3063	2052 2052 2590 3063 3063 3094	NIH NIH NIH NIH NIH
20:30 4 0:30 6 7:00 1 8:30 1 Total: 23.5	3.25 4.00 5.50 1.50 1.00 50	10 02 02 10 02	Drilling from Survey Service Drilling from 2 Drilling from 2 Survey service	ce rig 2052 to 259 2590 to 306 ce rig 3063 to 309	90		aily Summary Current Depth:	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063	2052 2052 2590 3063 3063 3094	NIH NIH NIH NIH NIH
20:30 4 0:30 6 7:00 1 8:30 1 Total: 23.5 Activity E	3.25 4.00 5.50 1.50 1.00 50 Date :	10 02 02 10 02	Drilling from Survey Service Drilling from 2 Drilling from 3 Survey service Drilling from 3	ce rig 2052 to 259 2590 to 306 ce rig 3063 to 309	90 63 14	D);	Current Depth :	4138 F		1484 2052 2052 2590 3063 3063	2052 2052 2590 3063 3063 3094	NIH NIH NIH NIH
20:30 4 0:30 6 7:00 1 8:30 1 Total: 23.5	3.25 4.00 5.50 1.50 1.00 50 Date :	10 02 02 10 02	Drilling from Survey Service Drilling from 2 Drilling from 3 Survey service Drilling from 3	ce rig 2052 to 259 2590 to 306 ce rig 3063 to 309	90 63 14	D a 25	Current Depth : Rig Name: Weather:	4138 F		1484 2052 2052 2590 3063 3063	2052 2052 2590 3063 3063 3094	NIH NIH NIH NIH NIH
20:30	3.25 4.00 5.50 1.50 1.00 50 Date:	10 02 02 10 02	Drilling from Survey Service Drilling from Survey service Drilling from 3	ce rig 2052 to 259 2590 to 306 ce rig 3063 to 309	90 63 14	D a 25	Current Depth: Rig Name: Weather: Operations	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063	2052 2052 2590 3063 3063 3094	NIH NIH NIH NIH NIH NIH
20:30	3.25 4.00 5.50 1.50 1.00 50 Date :	10 02 02 10 02	Drilling from Survey Service Drilling from Survey S	ce rig 2052 to 259 2590 to 306 æ rig 3063 to 309 Days Fro	90 53 4 om Spud :	D a 25	Current Depth : Rig Name: Weather:	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063	2052 2052 2590 3063 3063 3094	NIH NIH NIH NIH NIH 1044 F
20:30	3.25 4.00 5.50 1.50 1.00 50 Date : pany ion :	10 02 02 10 02 :	Drilling from Survey Service Drilling from Survey Survey Service Drilling from Survey Service Drilling from Survey Sur	ce rig 2052 to 259 2590 to 306 ce rig 3063 to 309 Days Fro	90 53 4 om Spud :	D : 25	Current Depth: Rig Name: Weather: Operations	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063 3063 Made :	2052 2052 2590 3063 3063 3094 End Depth 3474	NIH NIH NIH NIH NIH 1044 F
20:30	3.25 4.00 5.50 1.50 1.00 50 Date : pany ion :	10 02 02 10 02 ::	Drilling from Survey Service Drilling from Survey Survey Service Drilling from Survey Service Drilling from Survey Sur	ce rig 2052 to 259 2590 to 306 25 rig 3063 to 309 Days Fro 3094 to 347 3474 to 350	90 53 4 om Spud :	D : 25	Current Depth: Rig Name: Weather: Operations	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063 3063 Made :	2052 2052 2590 3063 3063 3094 End Depth 3474 3506	NIH NIH NIH NIH NIH 1044 F
20:30	3.25 4.00 5.50 1.50 1.00 50 Date : pany ion :	10 02 02 10 02 ::	Drilling from Survey Service Pilling from Survey Service Pilling from Survey Service Drilling from Survey Service Pilling from Survey Service rig levilling from Survey Service rig levilling from Survey Service rig levilling from Survey Service Pilling fr	ce rig 2052 to 259 2590 to 306 25 rig 3063 to 309 Days Fro 3094 to 347 3474 to 350 vel derrick	90 53 64 67 67 68	D : 25	Current Depth: Rig Name: Weather: Operations	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063 3063 • Made :	2052 2052 2590 3063 3063 3094 End Depth 3474 3506 3506	NIH
20:30	3.25 4.00 3.50 1.50 1.00 50 Date : pany ion :	10 02 02 10 02 : : : Code 02 02 07 02	Drilling from Survey Service or ig let Drilling from 3	Days Fro. 3094 to 3474 to 3506 to 378	90 53 44 5m Spud : 1	D : 25	Current Depth: Rig Name: Weather: Operations	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063 3063 • Made :	2052 2052 2590 3063 3063 3094 End Depth 3474 3506 3506 3789	NIH
20:30	3.25 4.00 3.50 1.50 1.00 50 Date : pany ion :	10 02 02 10 02 : : : Code 02 02 07 02 02	Drilling from Survey Service rig let Drilling from Survey service or Survey service	Days Fro. 3094 to 3474 to 3506 to 378	90 53 44 5m Spud : 1	D : 25	Current Depth: Rig Name: Weather: Operations	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063 3063 • Made :	2052 2052 2590 3063 3063 3094 End Depth 3474 3506 3506 3789 4106	NIH
20:30	3.25 4.00 3.50 1.50 1.00 50 Date : pany ion :	10 02 02 10 02 : : : Code 02 02 07 02	Drilling from Survey Service or ig let Drilling from 3	Days From Store of the Control of th	90 53 44 5m Spud : 1	D : 25	Current Depth: Rig Name: Weather: Operations	4138 F	24 Hr. Footage	1484 2052 2052 2590 3063 3063 3063 • Made :	2052 2052 2590 3063 3063 3094 End Depth 3474 3506 3506 3789	NIH

Page 2 of 4 8/26/2004

			Well Name	UTE TRIBAL	16-141				
LFie	ld Nan	ne	ANTELOPE CREEK S/T/R	16/5S/3V		County,State	el DU	CHESNE,	UT
			PH OPERATING CON Location Desc			Distric	-	UTAH	
	,			ally Summary					
Activit	ty Date	e : T	6/20/2004 Days From Spud : 26	Current Depth :	4548 F1	24 Hr. Foota	ge Made :		410 F
	ompar			Rig Name:	<u>-</u>		·	<u> </u>	
Forn	nation	:		Weather:					
				Operations				e e e	
Start	Hrs	Code		Remarks				End Depth	Run
10:00	8.00	02	Drilling rom 4138 to 4485				4138	4485	NIH
18:00	2.50	06	Trip out for bit	None:			4485	4485 4485	NIH
20:30	0.50 1.50	07 06	Service rig Lay down motor, pick other motor trip BHA i	n			4485 4485	4485	NIH
22:30	3.50	08	Replace brake blocks work on drive line				4485	4485	NIH
2:00	2.00	08	Work on brake				4485	4485	NIH
4:00	2.00	06	Trip in hole	<u> </u>			4485	4485	NIH
6:00	1.25	03	Load hole & ream 40'				4485	4485	NIH
7:15	2.75	02	Drilling from 4470 to 4548				4485	4548	NIH
Total: 2	24.00								
			D. Carlos	aily Summary					
Activit	y Date	· 6	6/21/2004 Days From Spud : 27	Current Depth :	5371 Ff	24 Hr. Footag	ie Made		823 F
	ompan		nz nzoci bayo i isin opaci.	Rig Name:	307.11	211	je maae .	I	0201
	nation			Weather:					
				Operations				•	
Start	Hrs	Code		Remarks			Start Depth	End Depth	Run
22:00	8.00	02	Drill from 4548 to 4832				4548	4832	NIH
6:00	4.25	02	Drill from 4832 to 4959				4832	4959	NIH
10:15	0.50	07	Lubricate rig				4959	4959	NIH
10:45	3.25	02	Drill from 4959 to 5022				4959	5022	NIH
14:00	1.00		Drill from 5022 to 5086				5022	5086	NIH
15:00	0.50	10	Dev. Survey and ser rig and pump				5086	5086	NiH
15:30	6.50	02	Drill 5086 to 5371	<u>.</u>			5086	5371	NIH
Total: 2	24.00							-	
				aily Summary					
Activit		_	6/22/2004 Days From Spud: 28	Current Depth :	6000 F	24 Hr. Footag	e Made :		629 F
Rig Co				Rig Name:					
Form	ation			Weather:				÷	
<u> </u>				Operations				[
Start	Hrs	Code		Remarks				End Depth	Run
22:00	8.00		Drill from 5371 to 5751		-:		5371	5751	NIH
6:00	6.00		Drill 5751 to 6000				5751	6000	NIH
	13.00	05	Circ. Hole				6000	6000	NIH
	13.00	36	Come out lay down drill pipe				6000	6000	NIH
	3 50	36	l ay down do and Do			- 1	ഒവവ	I	
14:00 17:30	3.50 4.50	36 11	Lay down dp and Dc Rig up loggers and log hole loggers TD 6025	5 ria down loggers			6000 6000	6000 6000	NIH

				W	ell Nam	e:UTE TRIBAI	16-14L				
Fie	ld Nan	ne	ANTELOPE	CREEK	S/T/R	16/5S/3	W	County,Stat	e DU	CHESNE,	ŪT
С	perato	r:GLY	PH OPERA	TING CON Loca	tion Desc			Distric	t:	UTAH	
,					100. 7 d gas	Daily Summary		A MARK			
Activi	ty Date	:	6/23/2004	Days From Sp	ud : 29	Current Depth:	6000 F	24 Hr. Foota	ge Made :		0 F
Rig C	ompan	y :				Rig Name:					
Forn	nation	:				Weather:					
						Operations	-				
Start	Hrs	Code	9			Remarks			Start Depth		Run
22:00	4.00	12		Ո Casers and run է					6000	6000	NIH
2:00	1.00	01		& M and rig up Big					6000	6000	NIH
3:00	1.00	12	Cement W/	Bi 4 plug down at	4:00 am 635	5 Sx.	_		6000	6000	NIH
4:00	2.00	52	Set slips and	d rig down to move)	•			6000	6000	NIH
6:00	8.00	01	Rig down ar	id move rig up		**			6000	6000	NIH
14:00	2.00	14	Nipple up bo	р					6000	6000	NIH
16:00	5.50	15	Press test b	ор					6000	6000	NIH
21:30	0.50	28	Pick up BHA	4					6000	6000	NIH
Total:	24.00										
		i i				Daily Summary		1919 1944 1944			
Activit	ty Date	:	6/29/2004	Days From Sp	ud : 1	Current Depth:	6000 F	24 Hr. Foota	ge Made :		0 F
Rig C	ompan	y :				Rig Name:					
Forn	nation	:				Weather:					
						Operations					
Start	Hrs	Code				Remarks			Start Depth	End Depth	Run
	0.00								0	0	NIH
Total:	0.00		!								
<u>.</u>						Formation				,	
Forma	tion Na	ame (Current Well	Top Subsea D	atum Ref V		, 1	Com	ments		

				Forma	ition				·
Formation Name Current V		ell Top Sub	sea Datum Ref We	II Top E	Elec Top	Comments			
		<u> </u>		Casi	na l				
DateIn	Setting Depth	Jts Run	Туре	Size		Grade	MINID	HoleDiam	TD
5/26/2004	314.75	7	3. Surface	8.625	5 24		0	12.25	314
Stage: 1,	Tail, 0, 225, PREMI	JM CEMENT,	Class G, 1.18, 15.6	•					
5/22/2004	5997.65	140	5. Production	5.5	15.5	J-55	0	7.875	5998
Stage: 0,	Lead, 0, 225, 16% g	el 10# sk gilso	nite 3% salt 3# sk Gl	R 3 1/4#	sk flocele, Clas	ss G, 3.82, 11			
Stage: 0,	Tail, 0, 310, 10% Gy	psum 1/4# sk	flocele, Class G, 1.6	, 14.2					
Stage: 0,	Tail, 0, 100, 10% gy	psum 1/4# sk f	locele .3% fluid loss,	, Class G	i, 1.6, 14.2				